

Treasury Department Energy Grants in Lieu of Tax Credits

Under current law, taxpayers are allowed to claim a production tax credit for electricity produced by certain renewable energy facilities and an investment tax credit for certain renewable energy property. These tax credits help attract private capital to invest in renewable energy projects. Current economic conditions have severely undermined the effectiveness of these tax credits. As a result, this provision would allow taxpayers to receive a grant from the Treasury Department in lieu of tax credits. This grant will operate similarly to the current-law investment tax credit. (from [Guide to Certain Renewable Energy Programs](#))

How to Apply: The Treasury Department will issue a grant in an amount equal to thirty percent (30%) of the cost of the renewable energy facility within sixty days of the facility being placed in service or, if later, within sixty days of receiving an application for such grant. Vi sit

www.treasury.gov/recovery
for more information.

Treasury Department Low-Income Housing Grants in Lieu of Tax Credits

Under current law, taxpayers are allowed to claim a low-income housing tax credit for certain investments made in low-income housing. These tax credits help attract private capital to invest in the construction, acquisition, or rehabilitation of qualified low-income housing buildings. Current economic conditions have severely undermined the effectiveness of these tax credits. As a result, the bill would allow taxpayers to receive a grant from the Treasury Department in lieu of tax credits. Under this provision, state housing agencies would receive a grant equal to up to eighty-five percent of forty percent of the state's low-income housing tax credit allocation in lieu of the low-income housing tax credits they would have received. The subawards are subject to the same requirements (including rent, income, and use restrictions on such buildings) as the low-income housing tax credit allocations. The grant program would apply to each state's 2009 low-income housing tax credit allocation.

How to Apply: Visit www.treasury.gov/recovery for more information.